R. J. REYNOLDS TOBACCO COMPANY RETAIL PARTNERS MARKETING PLAN CONTRACT SELF-SERVICE PACK OUTLET - LEVEL 2

ADDITIONAL RETAIL ACCRUAL REQUIREMENTS

- Display size, quantity, promotional timeframe, and promotional type will be approved by an RJR Representative.

 Promotional advertising associated with RJR Brands will be affixed to, or above each display, as approved by an RJR Representative.

 Retailer will not permit advertising of any kind, including that relating to retailers own products, to be affixed to RJR displays (temporary and/or permanent) without prior consent of RJR.
- Retailer agrees to maintain RJR displays and signage (temporary and/or permanent) in an unobstructed manner, in the location agreed upon by an RJR Representative. Changes in location of displays, or effectiveness of display location, will terminate this agreement.

 Should retailer be permanently disqualified under RJR's Retail Partners Merchandising/Presence programs, participation in the Retail Accrual program and all other
- RJR Promotional programs will be terminated.

ages, the payon may also provide the business name for the cole propietorable, provided the includual name is taked between the pasterothips, estates, trues, and similar until so. the necessary information is the unity's name and employer identification number.	S.S. No.) or the employer identification number (EIM) for the proprietorable. In addition to the payon's inchi isualness name. (Sole proprietors may not himlet only the Dusiness name.) With respect to experisions. If (EIM) as it appears on IRS from 675 (Assignment of Employer Identification humber).
Type of Organization: Corporation Sole Proprietor Partnership, Estate, Trust.	etc
is this a corporation exempt from backup withholding? Yes X No	
Please use the appropriate line to fill in the name and Taxpayer Identification Number:	
Corporation Name MOST CTL CARACETTON EIN	
Sole Proprietor's Name S.S. No	
Sole Proprietor's Business Name EIN	
Partnership, Estate, Trust, etc EIN	
Address (Number, street, and apt. or suite number)	
Address (City, state, and ZIP code)	
Cartification;	
Under penalties of perjury, I certify that: 1. The number shown above is my correct tempeyer identification number (or I am waiting for a number to be issued to me) a	
 I are not authort to besitup withholding because: (a) I are second from backup withholding, or (b) I have not been notified interest or childende, or (c) the IRS has notified me that I am ne longer authort to backup withholding. Captilization instructione: You must crose out item 2 above if you have been notified by the IRS that you are outenity subject: 	
Store Name (Please Print) Masti Con Carporation	RJR Account No. 555334
Street Address 3225 GALLOWS RD	RJR Territory No
City/State FATRFAX VA	Zip Code 2203/
Call Classification AOI	Branch (If Chain)
Type Stores Monthly Payment	Total Quarterly
Type Stores Monthly Payment	Total Quarterly Dollar Amount \$
,	Total Quarterly Dollar Amount \$ - OPGU - \$ - OPGU -
Type Stores Monthly Payment 120	Total Quarterly Dollar Amount \$ \$ - OPGU-
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Type Stores Monthly Payment 12D	Total Quarterly Dollar Amount \$ - OPEN- \$ - OPEN- TOTAL -OPEN EFFECTIVE MO/YR UNITS RATE MO/YR
Type Stores Monthly Payment 27	Total Quarterly Dollar Amount \$ - OPEN - \$ - OPEN - TOTAL -OPEN EFFECTIVE MO / YR UNITS RATE MO / YR
Type Stores Monthly Payment 12D	Total Quarterly Dollar Amount \$ - OPEN- \$ - OPEN- TOTAL -OPEN EFFECTIVE MO/YR UNITS RATE MO/YR

. Reyablds Tobacco Company (RJR) is pleased to announce the following Retail Partners Marketing Plan effective January 1, 1986, for retail accounts that meet the following rise:

51% or more total industry volume sold by the pack

100+ cartons industry brands and minimum of 17 cartons of RJR brands sold per week.

Distribution of RJR brands in all price-tiers as required.

allers set meeting the above requirements should discuss alternatives with an RJR Representative.

RCHANDISING/PRESENCE PROGRAM ELEMENTS:

RJR Full Price pack display in prime position.

RUR Full Price pack display in primary selling area.

RJR Savings brand pack display(s) in a primary Savings Brand position.

Displays selected will merchandise no less than 40 pack facings of product.

RCHUMOISING/PRESENCE ELEMENT REQUIREMENTS

Full Price Displays

Display #1 must be located at #1 cash register in primary position as determined by an RJR representative.

Display #2 must be self-service and may not be obstructed from consumer by competitive displays or other products.

Both displays must be self-service and may not be obstructed from consumer by competitive displays or other products.

Sminos Display

Selected display(s) must be adequate in size to display and promote ALL R.IR Savings Brands designated for display by an R.IR representative.

Multiple displays/locations may be used to adequately merchandise RJR Savings Brands, as approved by an RJR representative.

Retailer will provide RJR pricing capability no less than parity with other tobacco companies.

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R receives the right for that approval of display/advertising types, sizes and locations. Displays, focures, and free-standing signage will be lit as designated by RJR.

OITIONAL MERCHANDISING/PRESENCE REQUIREMENTS

Retailer further agrees to:

- Provide promotional assistance as requested by RJR.
- Display RJR "Lowest" brands, if applicable
- Provide RJR accurate volume information

- Authorize primary and other suppliers to release brand style volume information to RJR.

Provide RJR share of available signage equal to RJR Share of Market.

- Provide RJR share of space equal to RJR share of market on carton merchandisers, if applicable. Minimum acceptable space as determined by an RJR Representative.
- Ensure adequate quantity of RJR brands are maintained to minimize out of stock, including brands designated for display.

Accept new RJR brand styles, as requested.

Permit RJR to make reasonable audits of performance and to inspect and rotate RJR products.

Permanent RJR advertising will be affixed to RJR displays/merchandisers utilized under this agreement. Retailer will not permit additional advertising of any kind, including that relating to retailers own products, to be affixed to or interfere with RJR displays.

Changes in agreed location of displays/advertising, or effectiveness of location will result termination of this agreement.

 Restricting RJR's ability to display, promote or distribute RJR brands or the ability to compete equally with other tobacco companies in all areas at retail, will result in termination of the agreement.

RJR reserves the right to modify or terminate this agreement after notice to retailer, in the event of failure of performance by the retailer, this contract may be terminated by RJR forthwith and without notice.

STICHWIDISING/PRESENCE PAYMENT,

RLEvolume will be determined by the average weekly sales of all RJR brands during the most recent 3-month period.

RLEvill pay qualifying retailer \$______ per month for periormance of all requirements under this agreement.

R. J. Reynolds Tobacco Company will make payments by check as soon as practicable after the end of each calendar quarter. Payments will be made for stores rendering full performance during a quarter, and on a pro rata basis for stores rendering performance for less than one full quarter, but more than one calendar month. Retailer will not deduct amounts due under contract from invoices due RJR.

ETAIL ACCRUAL PROGRAM ELEMENTS

Qualitying Merchandising/Presence elements of RJR's Retail Partners Marketing Plan.

All requirements/criteria stated in Merchandising/Presence section are applicable to Retail Accrual program. -- *** -- ***

Program Options

Option 1: RJR Retail Accrual - monthly accrual based on RJR designated Level 1, Level 2, or Level 3 RJR volume grid,

Option 2: RJR Retail Accrual with Retailer/RJR Match - monthly accrual with additional Retailer/RJR Match funds based on RJR designated Level 1, Level 2, or Level 3

RJR volume grid.

ETAIL ACCRUAL PROGRAM OPTION REQUIREMENTS

OPMON 1

Accrual process will begin on contract signing date if prior to the 15th day of the month. Sign up after the 15th day of the month will start accrual the following month.

Retail Accrual funds are to be utilized to promote selected RJR Full Price and Savings Brands as designated by an RJR Representative.

Partner Promotions, specific to Retail Accrual participants, will be available based on level of Retail Accrual participation and RJR volume category criteria. Partner
Promotion participation, as required by the Retail Accrual program, is necessary to maximize accrual fund application. Retailers electing not to participate in Partner
Promotion(s) will lose usage of funds designated for such purpose.

All promotions require approval by RJR prior to implementation.

Relatier reimbursement will occur as soon as practicable following successful completion of the subject pre-approved RJR Retail Accrual promotion.

RJR Promotion Dollar Liability is limited to the allocated dollar amount of Retail Accrual as designated by RJR.

Retail Accrual funds will be accrued by the month. Funds accrued during one calendar quarter are available for use immediately.

Unused funds may be carried over to the subsequent quarter with prior approval by RJR.

Funds not utilized for the designated year may not be carried over to the subsequent year.

OFFION 2

All requirements/benefits stated in Option 1 are applicable to Option 2.

 Retailer must provide matching funds in an amount equal to 50% of Option 1 rate. Retailer match dollars are utilized in the same manner as Option 1 funds and are payable not later than individual promotion completion.

RJR will provide additional funds in an amount equal to Retailer Match monies. RJR Match monies will be accrued on a monthly basis and are available for use on the same basis as the Option 1 funds.

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